

Attachment F to Reply Comments

Verizon New England Inc.  
d/b/a Verizon New Hampshire

State of New Hampshire

Docket # DT 02-110

Respondent: Dr. James H. Vander Weide  
Title: Research Professor of Finance  
and Economics

Respondent: Alan Cort  
Title: Director – Regulatory

REQUEST: Freedom Ring Communications, L.L.C. d/b/a BayRing  
Communications and Conversent Communications of New  
Hampshire, LLC, Set #1

DATED: September 13, 2002

ITEM: BR/Conv. 1-13 Please refer to Dr. Vander Weide's Direct Testimony at page  
39, lines 5-6. Dr. Vander Weide begins his discussion regarding  
the risks implied by actual competitive market conditions.  
What is Verizon's loop distribution fill factor and how was it  
derived? Please explain and provide the reduction made to the  
fill factor to account for loops lost to competition.

REPLY: Verizon NH objects to this request on the grounds that it is not  
reasonably calculated to lead to admissible evidence. This  
proceeding is concerned with the cost of capital, not other  
elements of UNE cost studies such as the loop distribution fill  
factor, and Verizon NH is not presenting evidence on such  
other elements. Furthermore, Dr. Vander Weide's discussion  
beginning at page 39 on the risks implied by actual competitive  
market conditions does not refer to Verizon NH's loop  
distribution fill factor.

Without waiving this objection, Verizon NH provides the  
following response.

The Loop distribution fill factor in New Hampshire is  
calculated in terms of a percentage from the product of  
Working OUT Pairs over Available OUT Pairs.  
 $472255/1268969=37.2\%$

REPLY: BR/Conv.  
13 (con't.)

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This fill factor is based on a snapshot as of a certain date and would be reflective of any lost loops to competition. In constructing forward looking TELRIC cost studies for the Network, a factor would have to be included to "foresee" expected competitive loop losses, which would apply to current Network distribution fill factors.

VZ #13